

DEPARTMENT OF STATE REVENUE
LETTER OF FINDINGS NUMBER: 05-0077
Withholding Tax
Responsible Officer
For the Tax Period September, 2000

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ISSUE

1. Withholding Tax-Responsible Officer Liability

Authority: IC 6-8.1-5-1(b), IC 6-3-4-8(f).

The taxpayer protests the assessment of responsible officer liability for unpaid corporate withholding taxes.

STATEMENT OF FACTS

The taxpayer was the president of a corporation that did not remit the proper amount of withholding taxes for the tax period September, 2000. The Indiana Department of Revenue assessed the unpaid withholding taxes, interest, and penalty against the taxpayer as a responsible officer of that corporation. The taxpayer protested the assessment of tax. A hearing was scheduled. The taxpayer did not appear.

1. Withholding Tax-Responsible Officer Liability

Discussion

Indiana Department of Revenue assessments are prima facie evidence that the taxes are owed by the taxpayer who has the burden of proving that the assessment is incorrect. IC 6-8-1-5-1(b).

The proposed withholding taxes were assessed against the taxpayer pursuant to IC 6-3-4-8(f), which provides that "In the case of a corporate or partnership employer, every officer, employee, or member of such employer, who, as such officer, employee, or member is under a duty to deduct and remit such taxes shall be personally liable for such taxes, penalties, and interest."

The taxpayer was the president of the corporation. She had the ultimate responsibility for all of the corporation's financial affairs. Therefore, she is personally responsible for the payment of the corporate withholding taxes.

Finding

The taxpayer's protest is denied.